

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 1362 – HB 1998**

April 2, 2009

**SUMMARY OF BILL:** Requires the Bureau of TennCare to reimburse emergency and non-emergency air and ground transportation providers at 80 percent of the current Medicaid fee schedule rates.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$28,428,800**

**Increase Federal Expenditures - \$81,496,300**

**Assumptions:**

- In FY07-08, the Bureau of TennCare expended approximately \$88,851,800 for emergency and non-emergency transportation.
- The Bureau estimates the cost at 80 percent of the Medicaid fee schedule rates would equal approximately \$198,146,900.
- The increase in expenditures would be \$109,925,100 (\$198,146,900 - \$88,851,800).
- Of the \$109,925,100 in increased expenditures, \$28,428,829 will be state funds at a rate of 25.862 percent and \$81,496,271 will be federal funds at a match rate of 74.138 percent.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kml